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Monday November 16, 2009

Board of Directors  
Blaine County Housing Authority  
Hailey, Idaho 83333

To Whom It May Concern:

We have prepared the accompanying Balance Sheets of the Blaine County Housing Authority as of October 31<sup>st</sup>, 2009 and 2008, and the Profit & Loss Budget Performance report for the month and year to date ending October 31<sup>st</sup>, 2009. This presentation is limited to preparing in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

*McPherson & Keppler CPAs LLC*

9:40 AM  
 11/16/09  
 Accrual Basis

**Blaine County Housing Authority**  
**Balance Sheet Prev Year Comparison**  
 As of October 31, 2009

	<u>Oct 31, 09</u>	<u>Oct 31, 08</u>	<u>\$ Change</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
<b>Checking/Savings</b>			
<b>Cash in Bank</b>			
Checking US BANK	2,607.23	18,262.86	-15,655.63
BCHA - Operating Reserve 2478	223.31	15,313.16	-15,089.85
<b>Total Cash in Bank</b>	<u>2,830.54</u>	<u>33,576.02</u>	<u>-30,745.48</u>
<b>Restricted Cash</b>			
<b>Restricted Cash-LGIP 3138</b>			
Restricted-Comm Hsg Pres Fund	19,950.00	0.00	19,950.00
Restricted-Contingency Fund	27,000.00	0.00	27,000.00
Restricted Cash-Earnings	19.01	0.00	19.01
<b>Total Restricted Cash-LGIP 3138</b>	<u>46,969.01</u>	<u>0.00</u>	<u>46,969.01</u>
<b>BCHA Housing Reserve 1668</b>			
BCHA-Housing Reserve	4,718.12	1,047.68	3,670.44
<b>Total BCHA Housing Reserve 1668</b>	<u>4,718.12</u>	<u>1,047.68</u>	<u>3,670.44</u>
<b>Blaine Co Housg Rsrv 2746</b>	0.00	27.26	-27.26
<b>Ketchum Housg Rsrv 2755</b>			
Loan from Ketchum Hsg Rsv	0.00	-39,587.40	39,587.40
Ketchum Housg Rsrv 2755 - Other	0.00	43,188.26	-43,188.26
<b>Total Ketchum Housg Rsrv 2755</b>	<u>0.00</u>	<u>3,600.86</u>	<u>-3,600.86</u>
<b>Total Restricted Cash</b>	<u>51,687.13</u>	<u>4,675.80</u>	<u>47,011.33</u>
<b>Total Checking/Savings</b>	54,517.67	38,251.82	16,265.85
<b>Other Current Assets</b>			
Prepaid Insurance	1,065.42	1,253.33	-187.91
<b>Total Other Current Assets</b>	<u>1,065.42</u>	<u>1,253.33</u>	<u>-187.91</u>
<b>Total Current Assets</b>	55,583.09	39,505.15	16,077.94
<b>Other Assets</b>			
Rent - Deposit	0.00	950.00	-950.00
Rent - Last Month	0.00	1,050.00	-1,050.00
<b>Total Other Assets</b>	<u>0.00</u>	<u>2,000.00</u>	<u>-2,000.00</u>
<b>TOTAL ASSETS</b>	<u><u>55,583.09</u></u>	<u><u>41,505.15</u></u>	<u><u>14,077.94</u></u>
<b>LIABILITIES &amp; EQUITY</b>			
<b>Liabilities</b>			
<b>Current Liabilities</b>			
<b>Accounts Payable</b>			
Accounts Payable	4,482.39	6,477.56	-1,995.17
<b>Total Accounts Payable</b>	4,482.39	6,477.56	-1,995.17
<b>Other Current Liabilities</b>			
Accrued Payroll Liabilities	2,511.12	1,163.00	1,348.12
Accrued Int. - City of Ketchum	5.50	0.00	5.50
Note Payable-Ketchum	10,587.40	39,587.40	-29,000.00
<b>Total Other Current Liabilities</b>	<u>13,104.02</u>	<u>40,750.40</u>	<u>-27,646.38</u>
<b>Total Current Liabilities</b>	<u>17,586.41</u>	<u>47,227.96</u>	<u>-29,641.55</u>
<b>Total Liabilities</b>	17,586.41	47,227.96	-29,641.55
<b>Equity</b>			
Reserved Fund Balance	4,666.00	4,666.00	0.00
Unreserved Fund Balance	-20,988.53	-20,988.53	0.00
Retained Earnings	67,976.92	0.00	67,976.92
Net Income	-13,657.71	10,599.72	-24,257.43
<b>Total Equity</b>	<u>37,996.68</u>	<u>-5,722.81</u>	<u>43,719.49</u>

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11/16/09  
Accrual Basis

**Blaine County Housing Authority**  
**Balance Sheet Prev Year Comparison**  
As of October 31, 2009

	<u>Oct 31, 09</u>	<u>Oct 31, 08</u>	<u>\$ Change</u>
TOTAL LIABILITIES & EQUITY	<u>55,583.09</u>	<u>41,505.15</u>	<u>14,077.94</u>

## Blaine County Housing Authority Profit & Loss Budget Performance October 2009

	Oct 09	Budget	% of Budget	Oct 09	YTD Budget	% of Budget	Annual Bud...
<b>Ordinary Income/Expense</b>							
<b>Income</b>							
CH Sales Fee	2,508.00	3,546.75	70.7%	2,508.00	3,546.75	70.7%	42,561.00
Contracts for Service	0.00	11,637.50	0.0%	0.00	11,637.50	0.0%	139,650.00
Interest/Investment Income	14.19	41.66	34.1%	14.19	41.66	34.1%	500.00
<b>Total Income</b>	<b>2,522.19</b>	<b>15,225.91</b>	<b>16.6%</b>	<b>2,522.19</b>	<b>15,225.91</b>	<b>16.6%</b>	<b>182,711.00</b>
<b>Expense</b>							
<b>Payroll Expenses</b>							
Wages - Exec Admin	4,008.34	4,429.16	90.5%	4,008.34	4,429.16	90.5%	53,150.00
Wages - Administrative	3,307.50	3,466.67	95.4%	3,307.50	3,466.67	95.4%	41,600.00
Wages - Marketing Associate	0.00	125.00	0.0%	0.00	125.00	0.0%	1,500.00
Medical Insurance	311.84	312.50	99.8%	311.84	312.50	99.8%	3,750.00
Retirement-taxable to employee	429.98	461.66	93.1%	429.98	461.66	93.1%	5,540.00
Payroll Taxes	592.56	787.50	75.2%	592.56	787.50	75.2%	9,450.00
Direct Deposit Fees	7.20	7.09	101.6%	7.20	7.09	101.6%	85.00
Workers Comp Insurance	1,951.00	166.67	1,170.6%	1,951.00	166.67	1,170.6%	2,000.00
<b>Total Payroll Expenses</b>	<b>10,608.42</b>	<b>9,756.25</b>	<b>108.7%</b>	<b>10,608.42</b>	<b>9,756.25</b>	<b>108.7%</b>	<b>117,075.00</b>
<b>Ads</b>	<b>0.00</b>	<b>41.66</b>	<b>0.0%</b>	<b>0.00</b>	<b>41.66</b>	<b>0.0%</b>	<b>500.00</b>
<b>Audit &amp; Bookkeeping</b>	<b>572.00</b>	<b>475.00</b>	<b>120.4%</b>	<b>572.00</b>	<b>475.00</b>	<b>120.4%</b>	<b>5,700.00</b>
<b>Computer Expenses</b>	<b>34.99</b>	<b>125.00</b>	<b>28.0%</b>	<b>34.99</b>	<b>125.00</b>	<b>28.0%</b>	<b>1,500.00</b>
<b>Dues and Subscriptions</b>	<b>150.00</b>	<b>41.67</b>	<b>360.0%</b>	<b>150.00</b>	<b>41.67</b>	<b>360.0%</b>	<b>500.00</b>
<b>Interest Exp - Ketchum Hsg Rsv</b>	<b>5.50</b>	<b>41.67</b>	<b>13.2%</b>	<b>5.50</b>	<b>41.67</b>	<b>13.2%</b>	<b>500.00</b>
<b>Legal &amp; Professional Fees</b>	<b>591.34</b>	<b>833.34</b>	<b>71.0%</b>	<b>591.34</b>	<b>833.34</b>	<b>71.0%</b>	<b>10,000.00</b>
<b>Liability Insurance</b>	<b>213.08</b>	<b>213.09</b>	<b>100.0%</b>	<b>213.08</b>	<b>213.09</b>	<b>100.0%</b>	<b>2,557.00</b>
<b>Meals &amp; Entertrn</b>	<b>0.00</b>	<b>33.33</b>	<b>0.0%</b>	<b>0.00</b>	<b>33.33</b>	<b>0.0%</b>	<b>400.00</b>
<b>Mileage Reimbursement</b>	<b>118.08</b>	<b>83.34</b>	<b>141.7%</b>	<b>118.08</b>	<b>83.34</b>	<b>141.7%</b>	<b>1,000.00</b>
<b>Office expenses</b>	<b>617.45</b>	<b>183.33</b>	<b>336.8%</b>	<b>617.45</b>	<b>183.33</b>	<b>336.8%</b>	<b>2,200.00</b>
<b>Postage and Delivery</b>	<b>0.00</b>	<b>66.67</b>	<b>0.0%</b>	<b>0.00</b>	<b>66.67</b>	<b>0.0%</b>	<b>800.00</b>
<b>Public Outreach</b>							
Scott	800.00			800.00			
Public Outreach - Other	134.45	333.34	40.3%	134.45	333.34	40.3%	4,000.00
<b>Total Public Outreach</b>	<b>934.45</b>	<b>333.34</b>	<b>280.3%</b>	<b>934.45</b>	<b>333.34</b>	<b>280.3%</b>	<b>4,000.00</b>
<b>Rent</b>	<b>400.00</b>	<b>600.00</b>	<b>66.7%</b>	<b>400.00</b>	<b>600.00</b>	<b>66.7%</b>	<b>7,200.00</b>
<b>Repairs</b>	<b>0.00</b>	<b>41.66</b>	<b>0.0%</b>	<b>0.00</b>	<b>41.66</b>	<b>0.0%</b>	<b>500.00</b>
<b>Resource Development</b>	<b>0.00</b>	<b>1,000.00</b>	<b>0.0%</b>	<b>0.00</b>	<b>1,000.00</b>	<b>0.0%</b>	<b>12,000.00</b>
<b>Staff/Board Development</b>	<b>1,437.52</b>	<b>781.25</b>	<b>184.0%</b>	<b>1,437.52</b>	<b>781.25</b>	<b>184.0%</b>	<b>9,375.00</b>
<b>Telephone &amp; Internet</b>	<b>343.46</b>	<b>333.34</b>	<b>103.0%</b>	<b>343.46</b>	<b>333.34</b>	<b>103.0%</b>	<b>4,000.00</b>
<b>Travel &amp; lodging</b>	<b>107.30</b>			<b>107.30</b>			
<b>Utilities</b>							
Office Utilities	46.31			46.31			
<b>Total Utilities</b>	<b>46.31</b>			<b>46.31</b>			
<b>Total Expense</b>	<b>16,179.90</b>	<b>14,983.94</b>	<b>108.0%</b>	<b>16,179.90</b>	<b>14,983.94</b>	<b>108.0%</b>	<b>179,807.00</b>
<b>Net Ordinary Income</b>	<b>-13,657.71</b>	<b>241.97</b>	<b>-5,644.4%</b>	<b>-13,657.71</b>	<b>241.97</b>	<b>-5,644.4%</b>	<b>2,904.00</b>
<b>Other Income/Expense</b>							
<b>Other Expense</b>							
Capital Outlay - Computer Equip	0.00	125.00	0.0%	0.00	125.00	0.0%	1,500.00
Contingency	0.00	604.34	0.0%	0.00	604.34	0.0%	7,252.00
<b>Total Other Expense</b>	<b>0.00</b>	<b>729.34</b>	<b>0.0%</b>	<b>0.00</b>	<b>729.34</b>	<b>0.0%</b>	<b>8,752.00</b>
<b>Net Other Income</b>	<b>0.00</b>	<b>-729.34</b>	<b>0.0%</b>	<b>0.00</b>	<b>-729.34</b>	<b>0.0%</b>	<b>-8,752.00</b>
<b>Net Income</b>	<b>-13,657.71</b>	<b>-487.37</b>	<b>2,802.3%</b>	<b>-13,657.71</b>	<b>-487.37</b>	<b>2,802.3%</b>	<b>-5,848.00</b>